

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF FARMDALE WATER)
DISTRICT TO DEVIATE FROM COMMISSION)
REGULATION 807 KAR 5:066, SECTION 5 (4)) CASE NO. 9900

O R D E R

On March 24, 1987, Farmdale Water District ("Farmdale") filed an application with the Public Service Commission for approval of deviation from 807 KAR 5:066, Section 5 (4), which requires each water utility to provide water storage to insure a minimum of one day's supply of its average daily water usage.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. Farmdale has two water storage tanks with a combined capacity of 378,000 gallons.
2. The average daily consumption for 1986 was 409,923 gallons.
3. Farmdale has expressed its intention to replace all existing asbestos cement pipe in the District in the next few years and to consider its water storage requirements at that time.
4. The Farmers Home Administration ("FmHA"), which is Farmdale's primary lender, has no comments concerning the water storage capacity of the District.

5. Farmdale states that, except for the Stewart Home (a private residential care facility), there are no emergency or critical facilities served by the utility.

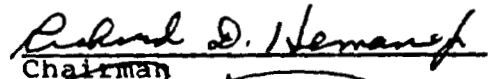
IT IS THEREFORE ORDERED that:

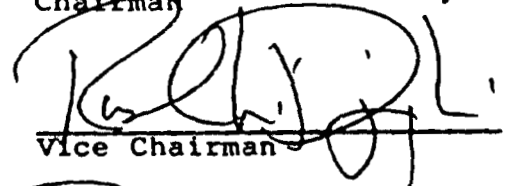
1. Deviation from 807 KAR 5:066, Section 5 (4), be and it hereby is granted until July 15, 1990.

2. Farmdale shall review its water storage situation prior to the expiration date of this deviation and take appropriate action to comply with Commission requirements.

Done at Frankfort, Kentucky, this 21st day of July, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director